



UNIVERSITY OF CALIFORNIA

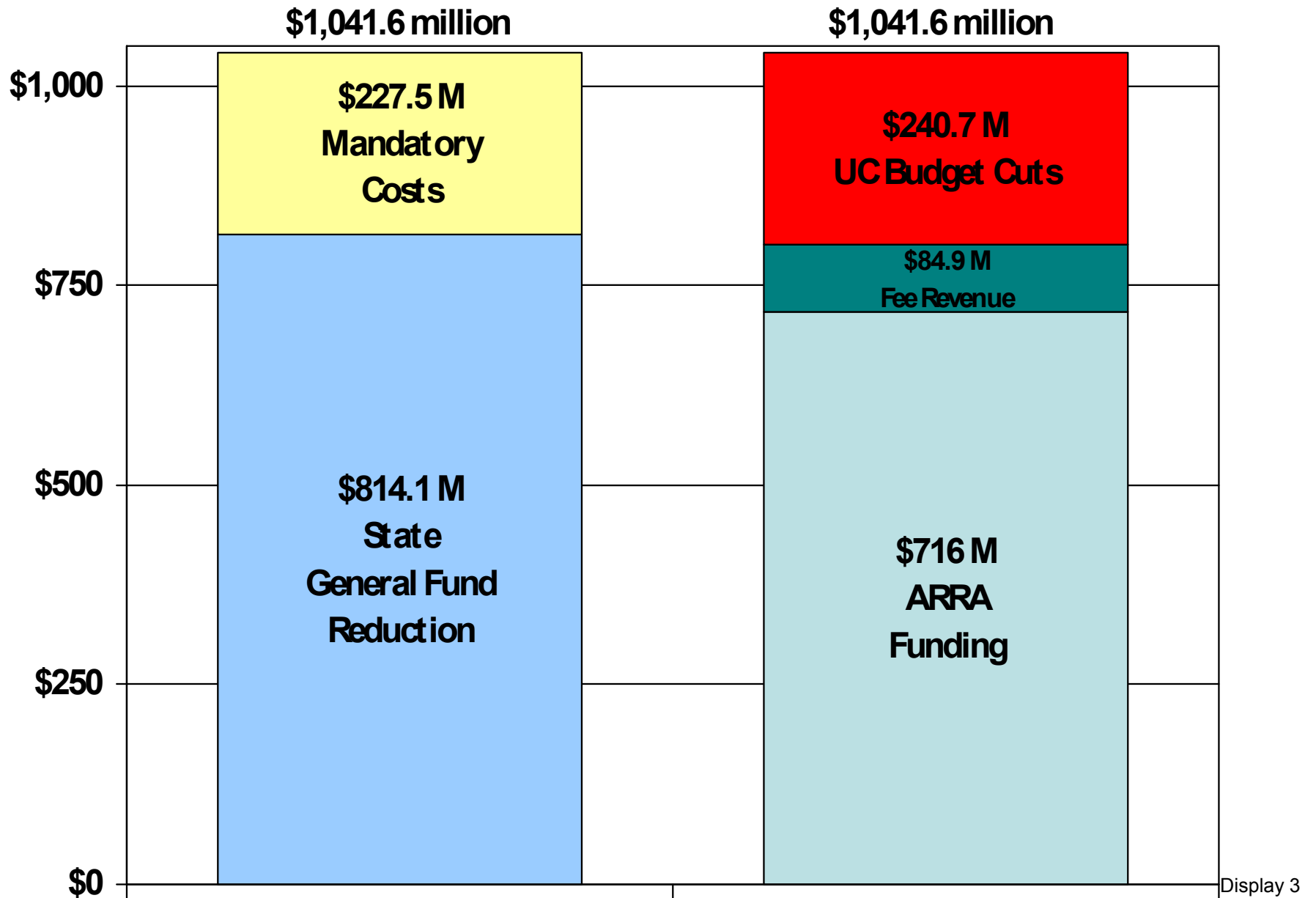
CPEC Presentation Update on the 2008-09 and 2009-10 UC Budgets,

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2008-09 UC Budget Actions

| | | |
|---|----------------|-------------|
| • September 2008 Budget Act | | \$3,250.3 B |
| • 2008 Budget Act (One-Time) | (\$33.1 M) | \$3,217.2 B |
| • Special Session (Ongoing) | (\$65.5 M) | \$3,151.7 B |
| • May 14, Revise (One-time) | (\$510.0 M) | \$2,641.7 B |
| • May 26, Reduction (One-time) | (\$207.5 M) | \$2,434.2 B |
| • Final Budget Act Adjustment (Ongoing) | <u>\$2.0 M</u> | \$2,436.2 B |
| • Total | (\$814.1 M) | |

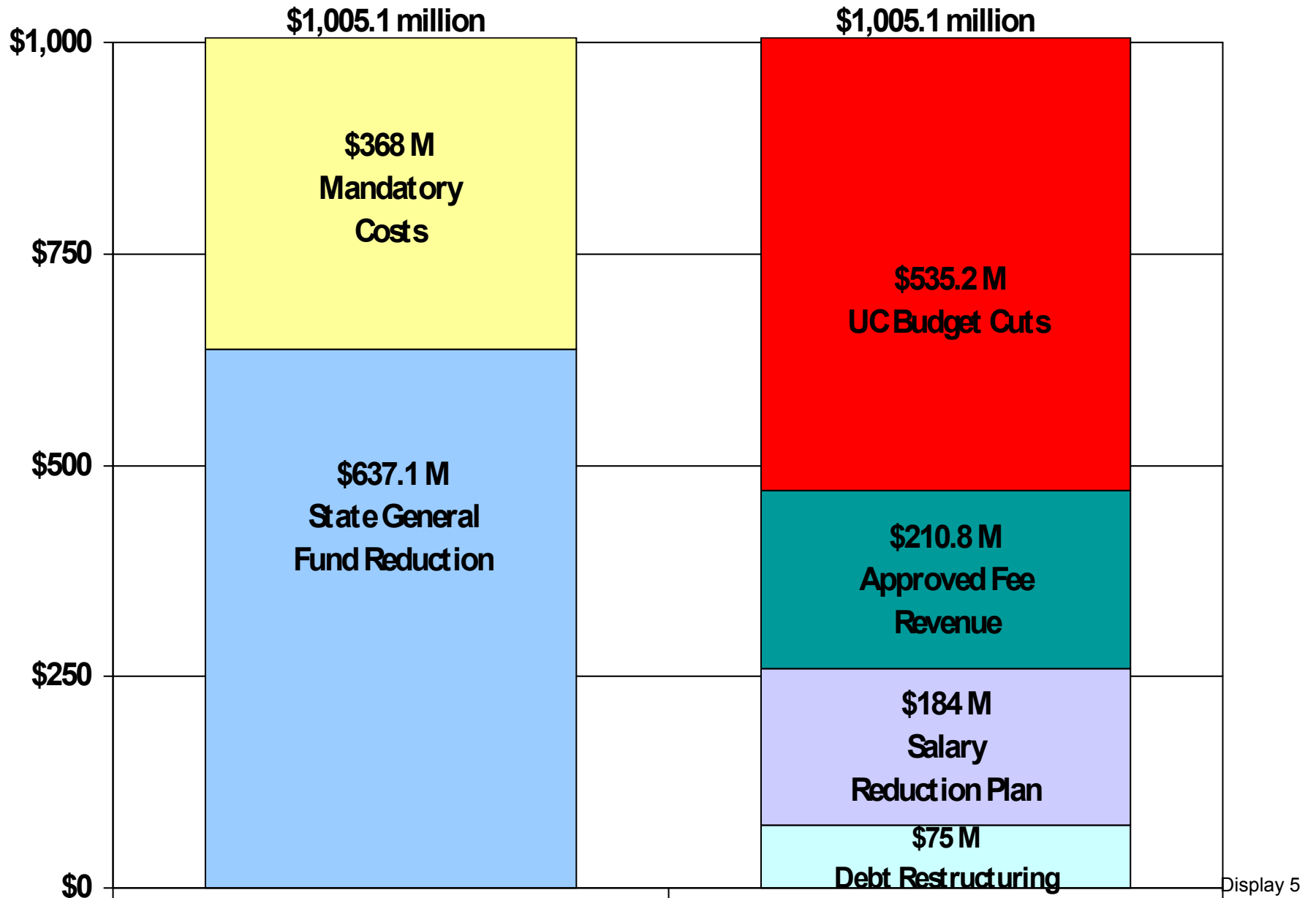
2008-09 UC Budget



2009-10 UC Budget Actions

| | | |
|---|-------------------|-------------|
| • January 10, Governor's Budget | | \$3,250.3 B |
| • Special Session (Ongoing Cut) | (\$65.5 M) | \$3,184.8 B |
| • Special Session (Trigger, One-Time) | (\$50.0 M) | \$3,134.8 B |
| • Special Session (Veto, One-Time) | (\$255.0 M) | \$2,879.8 B |
| • May 14, Revise (Unallocated) | (\$50.0 M) | \$2,829.8 B |
| • May 14, Revise (Academic Preparation) | (\$31.3 M) | \$2,798.5 B |
| • May 26, Budget Reduction | (\$167.5 M) | \$2,631.0 B |
| • Conference Committee Action | <u>(\$17.8 M)</u> | \$2,613.2 B |
| • Total | (\$637.1 M) | |

2009-10 UC Budget



Addressing the Budget Gap

- 2010-11 UC Budget Gap \$632.6 M
 - Eliminate State support for 2 medium-sized campuses
 - Reduce enrollment by 57,500 students
 - Close UC libraries and public service programs
 - Terminate 8,300 employees
 - Eliminate all UC-provided student financial aid

UC Administrative Efficiencies and Other Actions

- Strategic Sourcing \$154.0 M
- UCOP Restructuring \$62.2 M
- Energy Savings Program \$18.0 M
- Other Actions:
 - Senior management salary freeze
 - 5% senior administrator pay reductions on July 1, 2009
 - Cancellation or deferral of bonus and many incentive programs
 - Suspension of staff merit awards
 - Restrictions on hiring, travel, and purchasing

Campus Budget Actions

- Greater impact on administrative versus academic programs
- Administrative restructuring and consolidations
- Positions eliminated, hiring deferred, and layoffs
- Service reductions
- Increasingly using “one-time” campus reserves
- Class sections reduced or eliminated, class sizes increased

Campus Budget Actions

| | 2008-09 (Actual) | 2009-10 (Projected) |
|---|---------------------|------------------------|
| Administrative and Instructional Budget Reductions | \$56.4 M | \$139.2 M |
| Employee Layoffs | 884 | 1,006 additional |
| Positions Eliminated | 1,951 | 1,919 additional |
| Deferred Hiring | 633 | 951 additional |